

Department of Finance

STARS Number & Budget Unit: 250 FIAA

Bill Number & Chapter: S1175 (Ch.133), S1230 (Ch.325), H395 (Ch.398)

PROGRAM DESCRIPTION: The Department of Finance regulates the enterprises in this state that provide financial services to Idaho consumers. It protects Idaho consumer buyers and borrowers against unfair lending and collection practices, and protects Idaho investors against deceptive and fraudulent investment practices. [Statutory Authority: Idaho Code §67-2701 et seq.]

| DIVISION SUMMARY: | FY 2004 Total Appr | FY 2004 Actual | FY 2005 Total Appr | FY 2006 Request | FY 2006 Gov Rec | FY 2006 Approp |
|--------------------------------------|-------------------------------|---------------------------|-------------------------------|----------------------------|----------------------------|---------------------------|
| BY FUND SOURCE | | | | | | |
| Dedicated | 3,443,800 | 3,338,000 | 3,660,900 | 4,479,900 | 4,462,200 | 4,290,100 |
| Percent Change: | | (3.1%) | 9.7% | 22.4% | 21.9% | 17.2% |
| BY EXPENDITURE CLASSIFICATION | | | | | | |
| Personnel Costs | 2,626,000 | 2,473,500 | 2,803,600 | 3,644,000 | 3,634,300 | 3,463,000 |
| Operating Expenditures | 712,800 | 752,800 | 748,300 | 754,400 | 746,400 | 745,600 |
| Capital Outlay | 105,000 | 111,700 | 109,000 | 81,500 | 81,500 | 81,500 |
| Total: | 3,443,800 | 3,338,000 | 3,660,900 | 4,479,900 | 4,462,200 | 4,290,100 |
| Full-Time Positions (FTP) | 43.00 | 43.00 | 44.00 | 51.00 | 51.00 | 51.00 |

In accordance with Idaho Code §67-3519, this agency is authorized no more than 51.00 full-time equivalent positions at any point during the period July 1, 2005 through June 30, 2006 for the programs specified.

| DECISION UNIT SUMMARY: | FTP | General | Dedicated | Federal | Total |
|------------------------------------------|--------------|----------------|------------------|----------------|------------------|
| FY 2005 Original Appropriation | 44.00 | 0 | 3,637,100 | 0 | 3,637,100 |
| HB 805 One-time 1% Salary Increase | 0.00 | 0 | 23,800 | 0 | 23,800 |
| FY 2005 Total Appropriation | 44.00 | 0 | 3,660,900 | 0 | 3,660,900 |
| Budgeted Reversion | 0.00 | 0 | (7,400) | 0 | (7,400) |
| FY 2005 Estimated Expenditures | 44.00 | 0 | 3,653,500 | 0 | 3,653,500 |
| Removal of One-Time Expenditures | 0.00 | 0 | (161,500) | 0 | (161,500) |
| Base Adjustments | 0.00 | 0 | 2,100 | 0 | 2,100 |
| FY 2006 Base | 44.00 | 0 | 3,494,100 | 0 | 3,494,100 |
| Benefit Costs | 0.00 | 0 | 33,400 | 0 | 33,400 |
| Replacement Items | 0.00 | 0 | 53,500 | 0 | 53,500 |
| Nonstandard Adjustments | 0.00 | 0 | (25,100) | 0 | (25,100) |
| 27th Payroll | 0.00 | 0 | 95,900 | 0 | 95,900 |
| FY 2006 Maintenance (MCO) | 44.00 | 0 | 3,651,800 | 0 | 3,651,800 |
| 1. Reclassify Positions | 0.00 | 0 | 143,500 | 0 | 143,500 |
| 2. Residential Loan Originator Licensing | 6.00 | 0 | 381,800 | 0 | 381,800 |
| 3. IT Programmer Analyst | 1.00 | 0 | 63,000 | 0 | 63,000 |
| 4. Securities Investor Education | 0.00 | 0 | 50,000 | 0 | 50,000 |
| FY 2006 Total Appropriation | 51.00 | 0 | 4,290,100 | 0 | 4,290,100 |
| Change From FY 2005 Original Approp. | 7.00 | 0 | 653,000 | 0 | 653,000 |
| % Change From FY 2005 Original Approp. | 15.9% | | 18.0% | | 18.0% |

APPROPRIATION HIGHLIGHTS: Personnel benefit costs were funded. No inflationary increases were provided. Nonstandard adjustments reflect changes in Attorney General, Controller and Treasurer fees, and risk management rates. Separate legislation funded the one-time 27th Payroll from dedicated and federal funds including the Economic Recovery Fund in place of the General Fund (S1230). A one-time 1% Change in Employee Compensation (CEC) increase was provided contingent upon a prescribed balance in the General Fund at the end of fiscal year 2005 (H395). There were four enhancements funded in this budget: (1) \$143,500 to authorize and fund reclassifying the Department's 14 Financial Institution Examiners; (2) 6 FTPs and \$381,800 to implement Residential Loan Originator Licensing; (3) 1 FTP and \$63,000 (\$54,000 PC, \$5,000 OE, and \$4,000 CO) for an IT Programmer Analyst position; and (4) spending authority for \$50,000 for securities investor education and training.

| FY 2006 APPROPRIATION: | FTP | Pers. Cost | Oper Exp | Cap Out | T/B Pymnts | Lump Sum | Total |
|-------------------------------|------------|-------------------|-----------------|----------------|-------------------|-----------------|--------------|
| D 0229-00 State Regulatory | 51.00 | 3,317,100 | 728,100 | 0 | 0 | 0 | 4,045,200 |
| OT D 0229-00 State Regulatory | 0.00 | 95,900 | 17,500 | 81,500 | 0 | 0 | 194,900 |
| D 0325-27 Sec Invest Training | 0.00 | 50,000 | 0 | 0 | 0 | 0 | 50,000 |
| Totals: | 51.00 | 3,463,000 | 745,600 | 81,500 | 0 | 0 | 4,290,100 |